

Message Text

UNCLASSIFIED

PAGE 01 GENEVA 05100 021701Z

43

ACTION EB-07

INFO OCT-01 IO-10 ISO-00 L-03 FRB-01 OMB-01 TAR-01 SP-02

AGR-10 AID-05 CIAE-00 COME-00 INR-07 LAB-04 NSAE-00

OIC-02 SIL-01 STR-04 TRSE-00 CIEP-02 CEA-01 EPA-04

CEQ-01 OES-05 AF-06 ARA-10 EA-10 EUR-12 NEA-10 /120 W

----- 030154

P 021500Z JUL 75

FM USMISSION GENEVA

TO SECSTATE WASHDC PRIORITY 4256

UNCLAS GENEVA 5100

EO 11652: NA

TAGS: ETRD, UNCTAD

SUBJECT: UNCTAD: EOMMITTEE ON MANUFACTURES-DRAFT RESOLUTION ON
SUBSIDIES AND COUNTERVAILING DUTIES

RERF: GENEVA 4998

1. FORMAL GROUP OF 77 DRAFT RESOLUTION ON EXPORT SUBSIDIES
AND COUNTERVAILING DUTIES DISTRIBUTED WEDNESDAY MORNING,
JULY 2. THIS IS FIRST OF SEVERAL ANTICIPATED G-77 REDRAFTS
OF NTP RESOLUTIONS CARRIED OVER FROM 1973 AND 1974 SESSIONS
OF THE COMMITTEE ON MANUFACTURES. IN VIEW OF HIGHLY
OBJECTIONABLE CONTENT OF LATEST VERSION, WHICH ESSENTIALLY
IS RESTATEMENT OF BRAZILIAN POSITION ON THIS ISSUE (BUT MORE
RADICAL), WE SEE LITTLE PROSPECT FOR MEANINGFUL DISCUSSION
OF TEXT WITH G-77.

2. ONE OF THE MORE SIGNIFICANT DIFFERENCES BETWEEN THIS AND
PREVIOUS DRAFT RESOLUTION IS RECOMMENDATION THAT DIFFERENTIAL
TREATMENT BE ACCORDED IMMEDIATELY TO LDC'S IN THE APPLICATION
OF COUNTERVAILING DUTIES, WITHOUT WAITING FOR NEGOTIATION
OF A MULTILATERAL CODE. DEVELOPED COUNTRIES HAVE NOT HAD
OPPORTUNITY TO DISCUSS G-77 DRAFT BUT WILL TAKE IT UP IN
GROUP B CAUCUS THIS AFTERNOON. WE HAVE ALREADY SPOKEN
UNCLASSIFIED

UNCLASSIFIED

PAGE 02 GENEVA 05100 021701Z

WITH CANADIANS, HOWEVER, WHO SAY DRAFT IS FURTHER STEP

IN WRONG DIRECTION. EC HAS INDICATED ON PRELIMINARY BASIS THAT ID DOES NOT INTEND TO NEGOTIATE ON ANY ASPECT OF NEW TEXT. WE SEE STRONG GROUP B POSITION EMERGING IN OPPOSITION TO G-77 DRAFT. WE LIKEWISE INTEND TO OPPOSE.

3. FOLLOWING IS TEXT OF DRAFT RESOLUTION:

BEGIN TEXT

THE COMMITTEE ON MANUFACTURES
RECALLING CONFERENCE RESOLUTIONS 62 (III) AND 63(III) RESPECTIVELY
ON "SPECIAL MEASURES IN FAVOUR OF THE LEAST DEVELOPED AMONG THE DEVELOPING COUNTRIES" AND "SPECIAL MEASURES RELATED TO THE PARTICULAR NEEDS OF THE LAND-LOCKED DEVELOPING COUNTRIES";
NOTING WITH CONCERN THAT THE SHARE OF DEVELOPING COUNTRIES, PARTICULARLY THOSE OF THE LEAST DEVELOPED AMONG THEM, IN WORLD EXPORTS OF MANUFACTURES AND SEMI-MANUFACTURES HAS REMAINED LOW AND THAT ITS GROWTH HAS NOT BEEN COMMENSURATE WITH THE DEVELOPMENT NEEDS OF THOSE COUNTRIES;
BEARING IN MIND THAT THE DEVELOPING COUNTRIES ARE NASCENT EXPORTERS OF MANUFACTURES AND SEMI-MANUFACTURES;
RECOGNIZING THAT THE EARLY STAGES OF INDUSTRIALIZATION IMPLY HIGH PRODUCTION COSTS THAT MAY ADVERSELY AFFECT THE COMPETITIVENESS OF EXPORTED PRODUCTS IN THE INTERNATIONAL MARKET;
TAKING NOTE OF THE FACT THAT THE DEVELOPING COUNTRIES DUE TO WIDE GAPS ARE LAGGING CONSIDERABLY IN TECHNOLOGY AND IN INDUSTRIAL, COMMERCIAL AND MARKETING INFRASTRUCTURE AND ARE, THEREFORE, PLACED AT A DISADVANTAGE IN COMPETING FOR EXPORTS OF MANUFACTURES AGAINST DEVELOPED COUNTRIES;

(E) RECOGNIZE THE RIGHT OF DEVELOPING COUNTRIES TO APPLY COUNTERVAILING DUTIES TO IMPORTS FROM DEVELOPED COUNTRIES ON THE BASIS OF MORE FLEXIBLE CRITERIA THAN THOSE EVOLVED FOR THE LATTER, TO ALLOW FOR THE APPLICATION OF COMPENSATORY MEASURES BY DEVELOPING COUNTRIES BOTH IN THE CASE OF INJURY TO THEIR INDUSTRIES AND OF AN EXISTING THREAT TO THEIR NASCENT INDUSTRIES.

5. REQUESTS THE SECRETARY-GENERAL OF UNCTAD TO KEEP THE QUESTION OF EXPORT SUBSIDIES, COUNTERVAILING DUTIES AND RELATED ISSUES UNDER CONTINUOUS REVIEW AND EXAMINATION AND TO REPORT TO THE COMMISSION
UNCLASSIFIED

UNCLASSIFIED

PAGE 03 GENEVA 05100 021701Z

COMMITTEE ON MANUFACTURES ON THE RESULT OF SUCH
AN EXAMINATION FOR CONSIDERATION AND APPROPRIATE ACTION.

6. REQUESTS FURTHER THE SECRETARY-GENERAL OF UNCTAD TO TRANSMIT THIS RESOLUTION TO THE DIRECTOR-GENERAL OF GATT, REQUESTING HIM TO SUBMIT IT TO THE APPROPRIATE BODIES
OF GATT. END TEXT. DALE

UNCLASSIFIED

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: LESS DEVELOPED COUNTRIES, MANUFACTURES, COUNTERVAILING DUTIES, MEETING REPORTS, RESOLUTIONS
Control Number: n/a
Copy: SINGLE
Draft Date: 02 JUL 1975
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: n/a
Disposition Approved on Date:
Disposition Authority: n/a
Disposition Case Number: n/a
Disposition Comment:
Disposition Date: 01 JAN 1960
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1975GENEVA05100
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Film Number: D750229-0639
From: GENEVA
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1975/newtext/t19750792/aaaadequ.tel
Line Count: 114
Locator: TEXT ON-LINE, ON MICROFILM
Office: ACTION EB
Original Classification: UNCLASSIFIED
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 3
Previous Channel Indicators: n/a
Previous Classification: n/a
Previous Handling Restrictions: n/a
Reference: n/a
Review Action: RELEASED, APPROVED
Review Authority: CollinP0
Review Comment: n/a
Review Content Flags:
Review Date: 05 MAR 2003
Review Event:
Review Exemptions: n/a
Review History: RELEASED <05 MAR 2003 by ThomasVJ>; APPROVED <19 MAR 2004 by CollinP0>
Review Markings:

Margaret P. Grafeld
Declassified/Released
US Department of State
EO Systematic Review
06 JUL 2006

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: UNCTAD: EOMMITTEE ON MANUFACTURES-DRAFT RESOLUTION ON SUBSIDIES AND COUNTERVAILING DUTIES
TAGS: ETRD, UNCTAD
To: STATE
Type: TE
Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 06 JUL 2006